

FISCAL NOTE

Bill #: SB0394

Title: Allow school districts to enter into agreements with job corps programs

Primary Sponsor: Debbie Shea

Status: House Appropriations

Sponsor signature	Date	Chuck Swysgood, Budget Director	Date
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Fiscal Summary

	<u>FY2002 Difference</u>	<u>FY2003 Difference</u>
Expenditures:		
General Fund	\$0	\$69,230
Net Impact on General Fund Balance:	\$0	(\$69,230)

<u>Yes</u>	<u>No</u>		<u>Yes</u>	<u>No</u>	
	X	Significant Local Gov. Impact		X	Technical Concerns
	X	Included in the Executive Budget	X		Significant Long-Term Impacts
	X	Dedicated Revenue Form Attached	X		Family Impact Form Attached

Fiscal Analysis

ASSUMPTIONS:

1. The three Montana Job Corps facilities in Montana are accredited by the Northwest Association of Schools and Colleges.
2. These facilities serve approximately 90 students annually who are under the age of 19 and Montana residents.
3. It is assumed that 23 new students will enroll in a Job Corp facility under the provisions of this bill between the passage and approval of this bill and the start of the 2002 school year. It is assumed that without the passage of SB394 these students would not be enrolled in an accredited public school program. These students will generate 23 ANB in FY2003 for the high schools that establish interlocal agreements with the job corps facilities for FY2002.

(continued)

4. The state contribution per high school ANB will be approximately \$3,010 (\$5,015 x 60%) in FY2003. The state cost for 23 ANB will be \$69,230.
5. Job Corp is fully funded by the federal government and cannot accept revenue from school districts to fund its educational programs.

FISCAL IMPACT:

	<u>FY2002 Difference</u>	<u>FY2003 Difference</u>
<u>Expenditures:</u>		
Local Assistance	\$0	\$69,230
<u>Funding:</u>		
General Fund (01)	\$0	\$69,230
<u>Net Impact to Fund Balance (Revenue minus Expenditure):</u>		
General Fund (01)	\$0	(\$69,230)

EFFECT ON COUNTY OR OTHER LOCAL REVENUES OR EXPENDITURES:

Local schools district tax payers will pay an approximately \$46,138 in additional property taxes to the school districts due to the increased ANB.

LONG-RANGE IMPACTS:

Over time it is expected that more students would enroll in Montana Job Corp through his or her local high school. If all 90 eligible students enrolled in local districts, the cost would be \$270,900.